



**Roland W. Burris**

Comptroller  
State of Illinois

November 24, 1986

201 State House  
Springfield, Illinois 62706  
217/782-6000

PAYROLL BULLETIN  
(10-86)

TO: All State Agencies, Departments, Boards, Commissions  
and Universities

SUBJECT: Flexible Spending

Beginning with calendar year 1987 salary payments, the State will implement its Flexible Spending Plan with the introduction of the Dependent Care Assistance Program. Any money deducted under this program must be placed in column 86 of the new payroll voucher. For agencies which submit payrolls on magnetic tape, this amount must also be in tape positions 98 through 103.

Deductions for this program are exempt from Federal and State income taxes as well as FICA/Medicare taxes. They are, however, subject to retirement contributions, both employer and employee. The trailer record code will be 37-037 and should be made payable to Flexible Spending Account - Fund 202.

Agencies should remind employees who participate in this program that they may not take the federal income tax credit for child and dependent care expenses to the extent of the monies they had deducted for this program.

Information regarding the program will be provided to you by the Department of Central Management Services. Questions regarding the program should be directed to the Department of Central Management Services - Group Insurance Division at (217)782-2548. Questions regarding vouchering procedures should be directed to Dan Steven or Nancy Smith at (217)782-4758.

Sincerely,

A handwritten signature in cursive script, appearing to read "Larry D. Roth".

Larry D. Roth  
Director - State Accounting